LA CITY REC: & PARKS

Fax:1-818-243-0041

Dec 5 2000 P. 01

12/01/00 09:03 PAX 516 694 77

FAMILY GOLF CENTERS

2002



Post-it* Fax Note 7671	Date 12/5/00 pages 1
To John Bingham	From Linda Barth
Co. Dept. Danning Gill	ca Rec+ Parks
Phone #	Phone # 213/485-5520
Fax # 310/277-5735	Fax# 818/243-0041

VIA PACSIMILE AND REGULAR MAIL

Ms. Ellen Oppenheim General Manager Department of Recreation and Parks 200 N. Main Street, 13th Floor Los Angeles, CA 90012

Deer Ms. Oppenbeim:

Pursuant to our discussion on Wednesday, November 22, 2000, this letter will confirm Family Golf Centers, Inc.'s ("Family Golf" or the "Company") desire to assign their right and obligations under the concession agreement with the Board of Recression and Parks Commission for the golf facility known as Encino-Balboa Golf.

We believe that we have identified a qualified party that would be willing to fulfill the Company's obligation under the concession agreement. This party has substantial industry experience in both operating owned facilities as well as operating golf facilities under concession agreements with various municipalities throughout the country. This party has indicated that they would request an extension of time under the concession agreement in order to provide the time necessary to complete construction and carn a reasonable return.

We believe that the manafer of the concession agreement to a qualified operator not only would benefit Family Golf but also would provide the Board of Restestion and Perks Commission and the local community with a golf facility of the quality originally planned.

We would like to discuss the matter further, please call me at your earliest convenience.

Sincerely,

Philip J. Gund